

Health and Family Services
Mental Health and Mental Retardation Services

	Revised FY 2006	Requested FY 2007	Requested FY 2008	Recommended FY 2007	Recommended FY 2008
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	166,163,700	214,237,600	234,827,500	182,957,800	191,361,100
Salary Compensation Fund	2,605,400				
Total General Fund	168,769,100	214,237,600	234,827,500	182,957,800	191,361,100
Tobacco Settlement-Phase I					
Tobacco Settlement - I	900,000	900,000	900,000	800,000	800,000
Total Tobacco Settlement-Phase I	900,000	900,000	900,000	800,000	800,000
Restricted Funds					
Balance Forward	1,209,096				
Current Receipts	190,999,752	192,946,000	194,737,900	195,829,500	199,033,800
Non-Revenue Receipts	10,504,652	11,758,900	11,781,000	11,742,500	11,756,700
Total Restricted Funds	202,713,500	204,704,900	206,518,900	207,572,000	210,790,500
Federal Funds					
Balance Forward	9,639				
Current Receipts	42,792,861	46,591,000	45,944,200	44,240,000	43,593,200
Non-Revenue Receipts		60,200	88,800	60,200	88,800
Total Federal Funds	42,802,500	46,651,200	46,033,000	44,300,200	43,682,000
TOTAL SOURCE OF FUNDS	415,185,100	466,493,700	488,279,400	435,630,000	446,633,600
EXPENDITURES BY CLASS					
Personnel Cost	156,719,600	184,336,000	195,976,700	162,804,400	166,850,200
Operating Expenses	26,719,400	29,777,300	32,199,800	26,769,900	29,112,000
Grants, Loans or Benefits	231,550,800	252,185,100	259,907,600	245,860,400	250,284,100
Debt Service					192,000
Capital Outlay	195,300	195,300	195,300	195,300	195,300
TOTAL EXPENDITURES	415,185,100	466,493,700	488,279,400	435,630,000	446,633,600
EXPENDITURES BY FUND SOURCE					
General Fund	168,769,100	214,237,600	234,827,500	182,957,800	191,361,100
Tobacco Settlement-Phase I	900,000	900,000	900,000	800,000	800,000
Restricted Funds	202,713,500	204,704,900	206,518,900	207,572,000	210,790,500
Federal Funds	42,802,500	46,651,200	46,033,000	44,300,200	43,682,000
TOTAL EXPENDITURES	415,185,100	466,493,700	488,279,400	435,630,000	446,633,600
EXPENDITURES BY UNIT					
Community Mental Health & Substance Abuse Svcs	113,766,400	120,587,900	121,495,900	114,988,400	114,454,200
Community Mental Retardation Services	29,252,100	37,909,000	43,870,200	36,588,800	41,764,300
General Mental Health/Mental Retardation Support	30,013,100	31,583,100	32,599,800	30,013,100	30,013,100
Residential Mental Health/Mental Retardation	242,153,500	276,413,700	290,313,500	254,039,700	260,402,000
TOTAL EXPENDITURES	415,185,100	466,493,700	488,279,400	435,630,000	446,633,600

The Department for Mental Health/Mental Retardation Services operates mental health, mental retardation, substance abuse, developmental disability, and brain injury programs. Services are provided in the community and in state-owned, state-operated, and contracted residential facilities. Over 1,400 inpatients are cared for daily in the facilities operated or contracted by the cabinet, and several thousand more are treated as outpatients in the community setting by the 14 Regional Mental Health and Mental Retardation Boards.

Health and Family Services
Mental Health and Mental Retardation Services

	Revised FY 2006	Requested FY 2007	Requested FY 2008	Recommended FY 2007	Recommended FY 2008
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	166,163,700	214,237,600	234,827,500	182,957,800	191,361,100
Salary Compensation Fund	2,605,400				
Total General Fund	168,769,100	214,237,600	234,827,500	182,957,800	191,361,100
Tobacco Settlement-Phase I					
Tobacco Settlement - I	900,000	900,000	900,000	800,000	800,000
Total Tobacco Settlement-Phase I	900,000	900,000	900,000	800,000	800,000
Restricted Funds					
Balance Forward	1,209,096				
Current Receipts	190,999,752	192,946,000	194,737,900	195,829,500	199,033,800
Non-Revenue Receipts	10,504,652	11,758,900	11,781,000	11,742,500	11,756,700
Total Restricted Funds	202,713,500	204,704,900	206,518,900	207,572,000	210,790,500
Federal Funds					
Balance Forward	9,639				
Current Receipts	42,792,861	46,591,000	45,944,200	44,240,000	43,593,200
Non-Revenue Receipts		60,200	88,800	60,200	88,800
Total Federal Funds	42,802,500	46,651,200	46,033,000	44,300,200	43,682,000
TOTAL SOURCE OF FUNDS	415,185,100	466,493,700	488,279,400	435,630,000	446,633,600
EXPENDITURES BY CLASS					
Personnel Cost	156,719,600	184,336,000	195,976,700	162,804,400	166,850,200
Operating Expenses	26,719,400	29,777,300	32,199,800	26,769,900	29,112,000
Grants, Loans or Benefits	231,550,800	252,185,100	259,907,600	245,860,400	250,284,100
Debt Service					192,000
Capital Outlay	195,300	195,300	195,300	195,300	195,300
TOTAL EXPENDITURES	415,185,100	466,493,700	488,279,400	435,630,000	446,633,600
EXPENDITURES BY FUND SOURCE					
General Fund	168,769,100	214,237,600	234,827,500	182,957,800	191,361,100
Tobacco Settlement-Phase I	900,000	900,000	900,000	800,000	800,000
Restricted Funds	202,713,500	204,704,900	206,518,900	207,572,000	210,790,500
Federal Funds	42,802,500	46,651,200	46,033,000	44,300,200	43,682,000
TOTAL EXPENDITURES	415,185,100	466,493,700	488,279,400	435,630,000	446,633,600
EXPENDITURES BY UNIT					
Community Mental Health & Substance Abuse Svcs	113,766,400	120,587,900	121,495,900	114,988,400	114,454,200
Community Mental Retardation Services	29,252,100	37,909,000	43,870,200	36,588,800	41,764,300
General Mental Health/Mental Retardation Support	30,013,100	31,583,100	32,599,800	30,013,100	30,013,100
Residential Mental Health/Mental Retardation	242,153,500	276,413,700	290,313,500	254,039,700	260,402,000
TOTAL EXPENDITURES	415,185,100	466,493,700	488,279,400	435,630,000	446,633,600

The Department for Mental Health/Mental Retardation Services operates mental health, mental retardation, substance abuse, developmental disability, and brain injury programs. Services are provided in the community and in state-owned, state-operated, and contracted residential facilities. Over 1,400 inpatients are cared for daily in the facilities operated or contracted by the cabinet, and several thousand more are treated as outpatients in the community setting by the 14 Regional Mental Health and Mental Retardation Boards.

Health and Family Services
Mental Health and Mental Retardation Services
Community Mental Health & Substance Abuse Services

	Revised FY 2006	Requested FY 2007	Requested FY 2008	Recommended FY 2007	Recommended FY 2008
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	43,442,600	46,591,100	48,033,300	43,442,600	43,442,600
Total General Fund	43,442,600	46,591,100	48,033,300	43,442,600	43,442,600
Tobacco Settlement-Phase I					
Tobacco Settlement - I	900,000	900,000	900,000	800,000	800,000
Total Tobacco Settlement-Phase I	900,000	900,000	900,000	800,000	800,000
Restricted Funds					
Balance Forward	1,189,183				
Current Receipts	22,318,200	22,318,200	22,318,200	22,334,600	22,342,500
Non-Revenue Receipts	8,203,817	9,409,400	9,417,300	9,393,000	9,393,000
Total Restricted Funds	31,711,200	31,727,600	31,735,500	31,727,600	31,735,500
Federal Funds					
Balance Forward	1,369				
Current Receipts	37,711,231	41,369,200	40,827,100	39,018,200	38,476,100
Total Federal Funds	37,712,600	41,369,200	40,827,100	39,018,200	38,476,100
TOTAL SOURCE OF FUNDS	113,766,400	120,587,900	121,495,900	114,988,400	114,454,200
EXPENDITURES BY CLASS					
Personnel Cost	7,989,800	8,996,800	9,208,400	8,008,500	8,024,500
Operating Expenses	452,400	477,400	477,400	452,400	452,400
Grants, Loans or Benefits	105,324,200	111,113,700	111,810,100	106,527,500	105,977,300
TOTAL EXPENDITURES	113,766,400	120,587,900	121,495,900	114,988,400	114,454,200
EXPENDITURES BY FUND SOURCE					
General Fund	43,442,600	46,591,100	48,033,300	43,442,600	43,442,600
Tobacco Settlement-Phase I	900,000	900,000	900,000	800,000	800,000
Restricted Funds	31,711,200	31,727,600	31,735,500	31,727,600	31,735,500
Federal Funds	37,712,600	41,369,200	40,827,100	39,018,200	38,476,100
TOTAL EXPENDITURES	113,766,400	120,587,900	121,495,900	114,988,400	114,454,200
EXPENDITURES BY UNIT					
Community Alcohol and Drug Services	38,770,300	42,644,100	42,935,200	38,670,300	38,670,300
Community Mental Health Services	74,996,100	77,943,800	78,560,700	76,318,100	75,783,900
TOTAL EXPENDITURES	113,766,400	120,587,900	121,495,900	114,988,400	114,454,200

Community Mental Health Services

The Community Mental Health Services program provides services and support to Kentuckians with mental health problems in an effort to improve their ability to function in the community. The Department for Mental Health and Mental Retardation Services contracts with 14 regional Mental Health/Mental Retardation Boards that oversee the community mental health centers and other local entities. In addition, the Community Mental Health Services program has targeted funds to the most

vulnerable. These are:

- adults with severe mental illness (KRS 210, KRS 202A);
- children and youth with severe emotional disabilities (KRS 200.500 to KRS 200.509); and
- persons with acquired traumatic brain injury (KRS 211.470 to KRS 211.478).

In accordance with KRS 210.410, community mental health centers must provide persons with mental health problems with specific services such as: consultation and educational services to help individuals understand their illnesses and treatment options; therapeutic rehabilitation programs, where individuals with mental illness may receive services to assist them to live independently within the community; outpatient services; emergency services; and inpatient services, which are generally made available through referrals to state or community hospitals.

State and federal funds are used to provide case management services, psychotropic medications, and housing and vocational support services for adults with severe mental illness. Funds are also provided for unique services that "wrap around" a child or adult who is at risk of psychiatric hospitalization. These funds are used to purchase goods and services that are individualized and can include peer mentoring, respite, and social skills training.

The Community Mental Health program assists in statewide mental health planning, monitors services, provides technical assistance and training, and procures and administers federal and other funds for the mental health community.

The mission of the Brain Injury Services Unit is to provide comprehensive services and support to persons with acquired brain injuries and their families. The Brain Injury Services Unit administers the programmatic aspects of the Medicaid Acquired Brain Injury Waiver Program and oversees the administration of the Traumatic Brain Injury Trust Fund. The trust fund receives a portion of fees imposed for violations of certain traffic laws and convictions for driving under the influence (DUI) violations.

Community Alcohol and Drug Services

The Community Alcohol and Drug Services Program provides quality treatment, prevention, and education services to citizens suffering from, or at-risk of, alcohol and drug addiction. Services are provided primarily through contracts with 14 regional Mental Health/Mental Retardation Boards that oversee the Community Mental Health Centers. These substance abuse prevention and treatment services are provided pursuant to KRS 222 (Alcohol and Drug Education, Treatment, and Rehabilitation). The receipts from alcohol intoxication fines are received pursuant to KRS 431.100. Other statutes under which the program operates include: KRS 189A (Driving Under the Influence assessment, education, and treatment) and KRS 218A.410 (Drug Forfeiture).

The Department contracts with community mental health centers and their subcontractors, schools, local government agencies, and other community-based organizations to provide services which include: community prevention programming (offered through 14 regional prevention centers); juvenile diversion programs; DUI assessment, education, and treatment programs; consultation with businesses on the development of a drug-free work place and employee assistance programs; social setting detoxification centers, residential treatment centers, outpatient treatment and case management services; and specialized treatment services for pregnant women, women with dependent children, adolescents, and intravenous drug users. In addition, opiate replacement therapy is available to opiate dependent persons who are at high risk for HIV/AIDS due to their intravenous drug use. Training, consultation and client evaluations are made available, within budget limitations, to criminal justice agencies and other agencies within the Cabinet for Health and Family Services for clients with alcohol and other drug problems.

Health and Family Services
Mental Health and Mental Retardation Services
Community Mental Retardation Services

	Revised FY 2006	Requested FY 2007	Requested FY 2008	Recommended FY 2007	Recommended FY 2008
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	23,373,700	31,393,900	36,979,600	25,513,700	27,273,700
Total General Fund	23,373,700	31,393,900	36,979,600	25,513,700	27,273,700
Restricted Funds					
Balance Forward	19,465				
Current Receipts	22,900	275,800	432,200	4,835,800	8,032,200
Non-Revenue Receipts	2,300,835	2,349,500	2,363,700	2,349,500	2,363,700
Total Restricted Funds	2,343,200	2,625,300	2,795,900	7,185,300	10,395,900
Federal Funds					
Balance Forward	2,470				
Current Receipts	3,532,730	3,829,600	4,005,900	3,829,600	4,005,900
Non-Revenue Receipts		60,200	88,800	60,200	88,800
Total Federal Funds	3,535,200	3,889,800	4,094,700	3,889,800	4,094,700
TOTAL SOURCE OF FUNDS	29,252,100	37,909,000	43,870,200	36,588,800	41,764,300
EXPENDITURES BY CLASS					
Personnel Cost	3,494,400	4,558,000	4,759,700	3,587,500	3,622,600
Operating Expenses	683,500	686,900	686,900	686,900	686,900
Grants, Loans or Benefits	25,074,200	32,664,100	38,423,600	32,314,400	37,454,800
TOTAL EXPENDITURES	29,252,100	37,909,000	43,870,200	36,588,800	41,764,300
EXPENDITURES BY FUND SOURCE					
General Fund	23,373,700	31,393,900	36,979,600	25,513,700	27,273,700
Restricted Funds	2,343,200	2,625,300	2,795,900	7,185,300	10,395,900
Federal Funds	3,535,200	3,889,800	4,094,700	3,889,800	4,094,700
TOTAL EXPENDITURES	29,252,100	37,909,000	43,870,200	36,588,800	41,764,300
EXPENDITURES BY UNIT					
Local Mental Retardation Services	27,789,400	36,392,900	42,328,800	35,084,500	40,240,300
Ky Developmental Disability Council	1,462,700	1,516,100	1,541,400	1,504,300	1,524,000
TOTAL EXPENDITURES	29,252,100	37,909,000	43,870,200	36,588,800	41,764,300

Community Mental Retardation Services provides support and services to individuals with mental retardation and other developmental disabilities to help them live well within the greater community. Services are provided through contracts with the 14 Community Mental Health/Mental Retardation Boards, and with for-profit and non-profit agencies which provide residential services, vocational training, and social support. Some of the residential services include support to family homes, group home placement, apartment living supervision, residence staffing, and help with other living arrangements. Individuals with disabilities have additional opportunities for self-determination through Supported Living grants, which help them to live as independently as possible in their homes and participate in the community to the fullest extent possible.

The Kentucky Council on Developmental Disabilities is administratively attached to Community Mental Retardation Services. The Council is made up of 26 members and includes consumers, parents, and local agency representatives appointed by the Governor (PL 106-402 and KRS 194.135). The Council promotes systems change, capacity building and advocacy for people with developmental disabilities. The Council on Developmental Disabilities represents the interests of approximately 122,000 Kentuckians who have developmental disabilities. The Council funds time-limited demonstration projects and engages in

outreach activities to assist individuals with developmental disabilities and their families.

Policy

The recommended budget includes additional General Fund of \$1,140,000 and Restricted Funds of \$4,560,000 in fiscal year 2007 and General Fund of \$1,900,000 and Restricted Funds of \$7,600,000 in fiscal year 2008 for crisis stabilization support services to individuals with mental retardation. These support services are critical to the successful community placement of individuals moving from a residential setting into the community.

Additional General Fund support of \$1,000,000 in fiscal year 2007 and \$2,000,000 in fiscal year 2008 is provided to enhance the Supported Living program.

Health and Family Services
Mental Health and Mental Retardation Services
General Mental Health/Mental Retardation Support

	Revised FY 2006	Requested FY 2007	Requested FY 2008	Recommended FY 2007	Recommended FY 2008
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	29,870,900	31,440,900	32,457,600	29,870,900	29,870,900
Total General Fund	29,870,900	31,440,900	32,457,600	29,870,900	29,870,900
Restricted Funds					
Balance Forward	448				
Current Receipts	-448				
Total Restricted Funds					
Federal Funds					
Current Receipts	142,200	142,200	142,200	142,200	142,200
Total Federal Funds	142,200	142,200	142,200	142,200	142,200
TOTAL SOURCE OF FUNDS	30,013,100	31,583,100	32,599,800	30,013,100	30,013,100
EXPENDITURES BY CLASS					
Personnel Cost	2,626,000	3,323,000	3,513,400	2,664,700	2,665,000
Operating Expenses	638,400	752,100	756,400	638,400	638,100
Grants, Loans or Benefits	26,748,700	27,508,000	28,330,000	26,710,000	26,710,000
TOTAL EXPENDITURES	30,013,100	31,583,100	32,599,800	30,013,100	30,013,100
EXPENDITURES BY FUND SOURCE					
General Fund	29,870,900	31,440,900	32,457,600	29,870,900	29,870,900
Federal Funds	142,200	142,200	142,200	142,200	142,200
TOTAL EXPENDITURES	30,013,100	31,583,100	32,599,800	30,013,100	30,013,100

General Mental Health/Mental Retardation Support includes the Commissioner's Office, the Division of Administration and Financial Management, and Community Care Grants. This unit's activities include policy and budget development, program monitoring, standards development, and management decision-making for the overall direction of the Department. The Department contracts with the University of Kentucky for technical and information support services.

The Community Care Grants provide the funding for the "safety net" for individuals needing mental health, mental retardation, and substance abuse services, and the infrastructure that supports and provides these services. Kentucky Revised Statute 210.420 sets the distribution formula for these funds to local community mental health centers. Local boards determine which program areas and which services will be funded based on local needs.

Health and Family Services
Mental Health and Mental Retardation Services
Residential Mental Health/Mental Retardation

	Revised FY 2006	Requested FY 2007	Requested FY 2008	Recommended FY 2007	Recommended FY 2008
SOURCE OF FUNDS					
General Fund					
Regular Appropriation	69,476,500	104,811,700	117,357,000	84,130,600	90,773,900
Salary Compensation Fund	2,605,400				
Total General Fund	72,081,900	104,811,700	117,357,000	84,130,600	90,773,900
Restricted Funds					
Current Receipts	168,659,100	170,352,000	171,987,500	168,659,100	168,659,100
Total Restricted Funds	168,659,100	170,352,000	171,987,500	168,659,100	168,659,100
Federal Funds					
Balance Forward	5,800				
Current Receipts	1,406,700	1,250,000	969,000	1,250,000	969,000
Total Federal Funds	1,412,500	1,250,000	969,000	1,250,000	969,000
TOTAL SOURCE OF FUNDS	242,153,500	276,413,700	290,313,500	254,039,700	260,402,000
EXPENDITURES BY CLASS					
Personnel Cost	142,609,400	167,458,200	178,495,200	148,543,700	152,538,100
Operating Expenses	24,945,100	27,860,900	30,279,100	24,992,200	27,334,600
Grants, Loans or Benefits	74,403,700	80,899,300	81,343,900	80,308,500	80,142,000
Debt Service					192,000
Capital Outlay	195,300	195,300	195,300	195,300	195,300
TOTAL EXPENDITURES	242,153,500	276,413,700	290,313,500	254,039,700	260,402,000
EXPENDITURES BY FUND SOURCE					
General Fund	72,081,900	104,811,700	117,357,000	84,130,600	90,773,900
Restricted Funds	168,659,100	170,352,000	171,987,500	168,659,100	168,659,100
Federal Funds	1,412,500	1,250,000	969,000	1,250,000	969,000
TOTAL EXPENDITURES	242,153,500	276,413,700	290,313,500	254,039,700	260,402,000
EXPENDITURES BY UNIT					
Acute Care	109,316,400	126,562,000	133,433,600	120,352,500	126,521,300
Alternate Care	13,347,200	15,600,200	16,405,700	13,464,100	13,464,100
Mental Retardation	107,364,800	119,897,600	125,420,700	107,962,100	107,963,600
Alcohol	606,400	697,700	738,200	612,000	612,000
Forensic	11,518,700	13,656,200	14,315,300	11,649,000	11,649,000
TOTAL EXPENDITURES	242,153,500	276,413,700	290,313,500	254,039,700	260,210,000

Residential Mental Health/Mental Retardation Services provides residential services in the areas of psychiatric hospitalization, intermediate care for persons with mental retardation, nursing facility care, forensic psychiatry, and substance abuse. The Department provides care in this program to approximately 1,300 individuals each day.

Inpatient psychiatric services are provided for adults through three psychiatric hospitals: Eastern State Hospital in Lexington with an average daily census (ADC) of 174; Central State Hospital in Louisville with an ADC of 114; and Western State Hospital in Hopkinsville with an ADC of 137. The Hazard Psychiatric Facility, with an ADC of 82, provides acute inpatient psychiatric services through a contract with Appalachian Regional Healthcare, Inc. Eastern State Hospital is operated under a management contract

with Bluegrass Regional Mental Health/Mental Retardation Board, Inc.

Glasgow Nursing Facility with an ADC of 84 and Western State Nursing Facility with an ADC of 128 provide nursing facility services for adults with mental illness who are admitted from state psychiatric hospitals.

Seven facilities provide intermediate care for individuals with mental retardation who are unable to live unassisted in their communities: the Oakwood Community Center in Somerset with an ADC of 285; Outwood in Dawson Springs with an ADC of 69; Hazelwood in Louisville with an ADC of 150; Central State Intermediate Care Facility for the Mentally Retarded on the campus of Central State Hospital with an ADC of 41; Del Maria in Fern Creek with an ADC of 8; the Meadows in Mount Washington with an ADC of 8; and Windsong in Crestwood with an ADC of 8. Residents are assisted in self-care skills and appropriate social behavior and are provided specialized services to promote their personal growth.

Numerous initiatives are underway to improve the overall quality of service provided to the residents at the Oakwood Community Center. The cabinet has contracted with a healthcare vendor to operate the Oakwood Community Center. The vendor will make improvements in the care rendered at the facility and ensure the safety and welfare of clients at Oakwood as the Department continues to downsize the facility.

Volta House, a facility with an ADC of 26 on the campus of Western State Hospital in Hopkinsville, provides a 28-day inpatient program for individuals suffering from chronic or acute alcoholism.

Forensic psychiatric services are provided at the Kentucky Correctional Psychiatric Center within the Luther Lockett Correctional Complex in LaGrange (85 beds). Pretrial services are provided for persons with felony charges who are referred by district and circuit courts for evaluation of competency to stand trial. The correctional component serves post-convicted females in need of acute inpatient psychiatric treatment who are transferred from various institutions within the Department of Corrections.

Policy

The recommended budget includes additional General Fund of \$12,048,700 in fiscal year 2007 and \$18,500,000 in fiscal year 2008 to support increased census and inflationary growth for state-owned psychiatric hospitals and inflationary growth for intermediate care facilities for the mentally retarded.

Included in the above General Fund appropriation is \$192,000 in fiscal year 2008 for debt service for chiller and HVAC replacement at the Oakwood Community Center, an intermediate care facility for the mentally retarded located in Somerset.